PRESIDENT'S ADVI**SORY**PANEL ON FEDERAL TAX R**EFORM**

2005 MAR 28 P 3 52

March 9, 2005

Dear Sir:

The current income tax system is extremely complex, expensive, and time consuming. I recommend that it be replaced by a National Sales Tax of 10%. I recommend that groceries and each one time medical cost exceeding \$500 be exempt.

The 10% tax rate could only be increased by at least a 75% vote of each the House and the Senate. Individuals should not have to keep any records as the tax should be collected at the point of sale (like State Sales Taxes).

We would no longer have to argue about who is responsible to pay the unreasonable taxes forced upon us by our elected representatives. Each person would determine their tax burden by what they purchased.

Sincerely,

Earl Schalin

11002 E. Sunnydale Dr.

Sun Lakes, AZ 85248